

AN ACT

relating to the incontestability of certain contracts or leases submitted to the attorney general by certain water districts.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 49.184(e), Water Code, is amended to read as follows:

(e) A contract or lease in which the proceeds of the contract or lease are pledged to the payment of a bond may be submitted to the attorney general along with the bond records, and, if submitted, the approval by the attorney general of the bonds shall constitute an approval of the contract or lease and the contract or lease shall be incontestable. A contract or lease, other than a contract or lease in which the proceeds of the contract or lease are pledged to the payment of a bond, may be submitted to the attorney general along with the bond records, and, if reviewed and approved by the attorney general, the approval of the bonds shall constitute an approval of the contract or lease and the contract or lease shall be incontestable.

SECTION 2. The change in law made by this Act applies only to a contract or lease submitted by a water district under Section 49.184, Water Code, as amended by this Act, to the attorney general after the effective date of this Act. A contract or lease submitted to the attorney general before the effective date of this Act is governed by the law in effect at the time the contract or lease is

1 submitted, and that law is continued in effect for that purpose.

2 SECTION 3. This Act takes effect September 1, 2017.

President of the Senate

Speaker of the House

I certify that H.B. No. 1946 was passed by the House on May 6, 2017, by the following vote: Yeas 144, Nays 0, 2 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 1946 was passed by the Senate on May 19, 2017, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

APPROVED: _____

Date

Governor